

COMMONWEALTH OF KENTUCKY
BEFORE THE PUBLIC SERVICE COMMISSION

In the Matter of:

PURCHASED WATER ADJUSTMENT OF PEAKS)
MILL WATER DISTRICT) CASE NO. 91-353

O R D E R

On September 30, 1991, Peaks Mill Water District ("Peaks Mill") filed its revised tariff with the Public Service Commission ("Commission") for the purpose of adjusting its rates pursuant to the purchased water adjustment procedure, KRS 278.015 and 807 KAR 5:068.

The Commission, having reviewed the evidence of record and being otherwise sufficiently advised, finds that:

1. Peaks Mill's supplier, Frankfort Electric and Water Plant Board ("Frankfort"), increased its rates for wholesale water from 90 cents to 98 cents per 1,000 gallons effective September 1, 1991.

2. Peaks Mill increased the rates to its customers September 20, 1991. The average monthly bill will increase from \$19.34 to \$19.91, which is an increase of 2.95 percent. These monthly bills are derived from information contained in Peaks Mill's 1990 annual report, which is incorporated herein by reference.

3. During the 12 months ending July 31, 1991, Peaks Mill purchased 54,667,300 gallons of water and sold 45,012,500 gallons.

4. The increase in Peaks Mill's purchased water costs is \$4,373, resulting in a purchased water adjustment of 10 cents per 1,000 gallons of water.

5. The purchased water adjustment of 10 cents per 1,000 gallons and the rates in Appendix A, attached hereto and incorporated herein, are fair, just, and reasonable and should be approved.

6. The tariff sheet filed by Peaks Mill is correct and should be approved as filed.

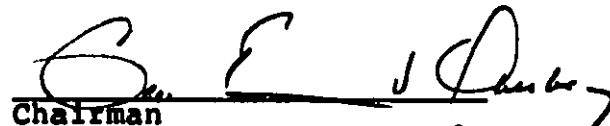
IT IS THEREFORE ORDERED that:

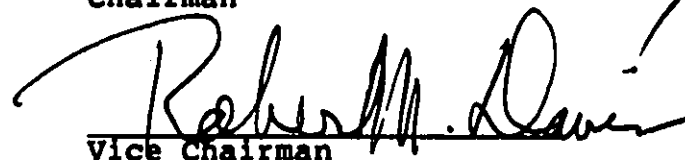
1. The purchased water adjustment in the amount of 10 cents per 1,000 gallons and the rates in Appendix A are hereby approved for services rendered on and after September 20, 1991.

2. The tariff sheet filed by Peaks Mill is hereby approved.

Done at Frankfort, Kentucky, this 29th day of October, 1991.

PUBLIC SERVICE COMMISSION


Chairman


Vice Chairman

Commissioner

ATTEST:


Executive Director

APPENDIX A

APPENDIX TO AN ORDER OF THE KENTUCKY PUBLIC SERVICE COMMISSION IN CASE NO. 91-353 DATED 10/29/91

The following rates and charges are prescribed for the customers in the area served by Peaks Mill Water District. All other rates and charges not specifically mentioned herein shall remain the same as those in effect under authority of this Commission prior to the effective date of this Order.

Residential Customers

Usage Blocks

Monthly Rates

First 2,000 gallons	\$8.26 Minimum Bill
Next 1,000 gallons	3.83 per 1,000 gallons
Next 2,000 gallons	3.23 per 1,000 gallons
Next 5,000 gallons	2.03 per 1,000 gallons
Over 10,000 gallons	1.43 per 1,000 gallons

Commercial Customers

First 113,000 gallons	\$175.99 Minimum Bill
Over 113,000 gallons	1.43 per 1,000 gallons